



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

Bill #	SB0510	Title:	Health care trust or account in prevailing wage for construction workers
Primary Sponsor:	Lind, Greg	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$9,500	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of Fiscal Impact:

This bill changes the format of the survey results; therefore, the Department of Labor and Industry would resurvey contractors in order to set prevailing wage rates to provide the information for contractors to meet the requirements of this bill.

FISCAL ANALYSIS

Assumptions:

Department of Labor and Industry

1. The bill changes the format of the survey results; the data already gathered for establishing the annual prevailing wage rates for building construction and the biennial rates for non-construction services cannot be used to establish a separate rate for health and welfare contributions by October 1, 2007. Therefore, the department would resurvey building construction and non-construction services.

2. The department is currently in the process of completing the annual survey for building construction and biennial non-construction services. Therefore, resurveying building construction and non-construction services requires a mailing of approximately 10,000 survey forms at a cost of \$9,000.
3. Public hearing and notice will cost \$500 (5 pages times \$50/page times two notices).

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
<u>Fiscal Impact:</u>				
Department of Labor and Industry				
<u>Expenditures:</u>				
Operating Expenses	\$9,500	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$9,500	\$0	\$0	\$0
<u>Revenues:</u>				
State Special Revenue (02)	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
State Special Revenue (02)	(\$9,500)	\$0	\$0	\$0

Technical Notes:

1. The “saving clause” establishes a hold-harmless condition for the department since the department is in process with the current survey. However, employers would not be able to meet the requirements of this bill without the department completing a resurvey for prevailing wages prior to the October 1, 2007 applicability.

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date